

## CHAPTER 690

(Senate Bill 134)

AN ACT concerning

## Corporations - Board of Directors

FOR the purpose of providing that a corporation if authorized by its board of directors may make certain gifts or contributions; and changing the requisite number of members of the board of directors under certain circumstances.

BY repealing and reenacting, with amendments,

Article - Corporations and Associations  
Section 2-103(13) and 2-402(a)  
Annotated Code of Maryland  
(1975 Volume and 1976 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Sections 2-103(13) and 2-402(a) of Article - Corporations and Associations, of the Annotated Code of Maryland (1975 Volume and 1976 Supplement) be and they are hereby repealed and reenacted, with amendments, to read as follows:

## Article - Corporations and Associations

2-103.

Unless otherwise provided by law or its charter, a Maryland corporation has the general powers, whether or not they are set forth in its charter, to:

(13) If authorized by its board of directors, make reasonable gifts or contributions out of profits to or for the use of:

(i) The United States, THIS STATE, another State of the United States, a territory, possession, or district of the United States, or any institution, agency, or political subdivision of any of them; and

(ii) Any governmental or other organization, whether inside or outside the United States, for religious, charitable, scientific, civic, public welfare, literary, or educational purposes;

2-402.

(a) Each corporation shall have at least three directors at all times[.], PROVIDED THAT: